



GOVERNOR'S OFFICE OF
BUDGET AND PROGRAM PLANNING

Fiscal Note 2011 Biennium

Bill #	HB0056	Title:	Increase pupil transportation reimbursements
Primary Sponsor:	Bean, Russell	Status:	As Introduced

- | | | |
|---|--|--|
| <input type="checkbox"/> Significant Local Gov Impact | <input checked="" type="checkbox"/> Needs to be included in HB 2 | <input type="checkbox"/> Technical Concerns |
| <input type="checkbox"/> Included in the Executive Budget | <input type="checkbox"/> Significant Long-Term Impacts | <input type="checkbox"/> Dedicated Revenue Form Attached |

FISCAL SUMMARY

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
Expenditures:				
General Fund	\$1,642,000	\$1,642,000	\$1,642,000	\$1,642,000
Revenue:				
General Fund	\$0	\$0	\$0	\$0
Net Impact-General Fund Balance	<u>(\$1,642,000)</u>	<u>(\$1,642,000)</u>	<u>(\$1,642,000)</u>	<u>(\$1,642,000)</u>

Description of fiscal impact: HB 56 increases the mileage reimbursement rates for transporting pupils to and from school under individual transportation contracts and on school bus routes. The annual general fund cost for state transportation reimbursements will increase by \$1.64 million. County transportation levies will increase by the same amount. District property tax levies will decrease by the same \$3.28 million that state and county reimbursements increase.

FISCAL ANALYSIS

Assumptions:

1. In FY 2009, school districts budgeted \$80.60 million for pupil transportation expenses. The state share of these budgets is \$13.87 million (17.2%). The county share is \$13.74 million (17.1%). The district share is the remaining \$52.99 million (65.7%).
2. School districts reimburse parents for individual transportation contracts for 2.4 million miles annually. Increasing the individual transportation contract rate from \$0.35 per mile to \$0.40 per mile will cost \$60,000 to the state and \$60,000 to the county taxpayers.
3. The state and county reimburse school districts for bus routes for 19.8 million miles annually. Increasing the bus route reimbursement rates by \$0.16 per mile will cost \$1.58 million to the state and \$1.58 million to the county taxpayers.

	<u>FY 2010 Difference</u>	<u>FY 2011 Difference</u>	<u>FY 2012 Difference</u>	<u>FY 2013 Difference</u>
<u>Fiscal Impact:</u>				
<u>Expenditures:</u>				
Local Assistance (Transportation	\$1,642,000	\$1,642,000	\$1,642,000	\$1,642,000
<u>Funding of Expenditures:</u>				
General Fund (01)	\$1,642,000	\$1,642,000	\$1,642,000	\$1,642,000
<u>Net Impact to Fund Balance (Revenue minus Funding of Expenditures):</u>				
General Fund (01)	(\$1,642,000)	(\$1,642,000)	(\$1,642,000)	(\$1,642,000)

Effect on County or Other Local Revenues or Expenditures:

1. County transportation costs will increase \$60,000 in FY 2010 and subsequent years to fund the individual pupil transportation contract payment as increased by \$0.05 per mile in HB 56.
2. County transportation costs will increase \$1.6 million in FY 2010 and subsequent years to fund the bus route reimbursement payments as increased by \$0.16 per mile in HB56.
3. District levies will decrease by \$3.3 million in FY 2010 and subsequent years in direct proportion to the increase in the state and county transportation reimbursements.
4. The net impact is to shift costs from the district taxpayers to the state and county taxpayers under this proposed legislation.

*Sponsor's Initials*_____
*Date*_____
*Budget Director's Initials*_____
Date